STATEMENT OF PURPOSE

RS24284

This legislation amends the Idaho Motor Vehicle Service Contract Act to clarify that a "driver reimbursement program" that provides incidental repairs and maintenance to a motor vehicle shall not be regulated as a motor vehicle service contract or insurance. For purposes of this legislation, a driver reimbursement program is an agreement whereby an employer, or a third party contracted by the employer, provides mileage to their employees who use personal vehicles for business purposes at no cost to the employee. If this legislation is enacted, an employer would be able to provide mileage reimbursement services as well as minimal, incidental repairs and maintenance to its employees, either on its own or by contracting with a third party, without being subject to regulation under the Idaho Motor Vehicle Service Contract Act or Idaho's Insurance Code.

FISCAL NOTE

No impact to any state or local government fund.

Contact:

Roy Eiguren (208) 343-1300